

Senate Study Bill 3051 - Introduced

SENATE/HOUSE FILE _____
BY (PROPOSED ECONOMIC
DEVELOPMENT AUTHORITY BILL)

A BILL FOR

1 An Act relating to the administration of the Iowa reinvestment
2 Act.

3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 15J.4, subsection 3, paragraph a, Code
2 2014, is amended to read as follows:

3 a. (1) The municipality shall submit a copy of the
4 resolution, the proposed district plan, and all accompanying
5 materials adopted pursuant to this section to the board for
6 evaluation.

7 (2) The board shall not approve a proposed district plan
8 ~~or~~ on or after July 1, 2018. The board shall not approve
9 an amendment to an existing district's plan on or after July
10 1, 2018, if the amendment would add a new project. On or
11 after July 1, 2018, the board may approve an amendment to a
12 district's plan only if the amendment removes a project or
13 reallocates previously approved project funding.

14 Sec. 2. Section 15J.4, subsection 5, Code 2014, is amended
15 to read as follows:

16 5. A Except as otherwise provided in subsection 3, paragraph
17 "a", a municipality may amend the district plan to add or modify
18 projects. However, a proposed modification to a project and
19 each project proposed to be added shall first be approved by
20 the board in the same manner as provided for the original plan.
21 In no case, however, shall an amendment to the district plan
22 result in the extension of the commencement date established
23 by the board. If a district plan is amended to add or modify
24 a project, the municipality shall amend the ordinance, if
25 necessary, to reflect any changes to the financial information
26 required to be included under subsection 4.

27 EXPLANATION

28 The inclusion of this explanation does not constitute agreement with
29 the explanation's substance by the members of the general assembly.

30 2013 Iowa Acts, chapter 119, established the Iowa
31 Reinvestment Act in Code chapter 15J. The Iowa Reinvestment Act
32 authorizes municipalities to establish reinvestment districts
33 and receive remittances of specified amounts of state sales
34 tax and state hotel and motel tax revenues collected in those
35 districts for use in undertaking projects in the district.

1 Eligible municipalities must seek approval from the economic
2 development authority board to establish a reinvestment
3 district.

4 This bill amends provisions relating to the economic
5 development authority board's authority to approve amendments
6 to a reinvestment district's plan. The bill provides that on
7 or after July 1, 2018, the board is prohibited from approving
8 an amendment to a district's plan if the amendment adds a
9 new project. The bill allows the board, on or after July 1,
10 2018, to approve an amendment to a district's plan only if the
11 amendment removes a project or reallocates previously approved
12 project funding.